may use sections 6904 and 6905 payments for any governmental purpose.

- (c) The local government must distribute sections 6904 and 6905 payments in proportion to the tax revenues assessed and levied by the affected units of general local government and school districts in the Federal fiscal year before the Federal Government acquired the entitlement lands. The Redwoods Community College District in California is an affected school district for this purpose.
- (d) Within 120 days of receiving payments, the local government must certify to BLM that it has made an appropriate distribution of funds.

\$ 1881.51 Are there general procedures applicable to all PILT payments?

- (a) The minimum payment that the BLM will disburse to any unit of general local government is \$100.00 (one hundred dollars).
- (b) If Congress appropriates insufficient monies to provide full payment to each unit of general local government during any fiscal year, the BLM will reduce proportionally all payments in that fiscal year.

§ 1881.52 May a State enact legislation to reallocate or redistribute PILT payments?

A State may enact legislation to reallocate or redistribute PILT payments. If a State does enact legislation, it must:

- (a) Notify the BLM if it enacts legislation which requires reallocating or redistributing payments to smaller units of general local government (see 31 U.S.C. 6907);
- (b)Provide the BLM a copy of the legislation within 60 days of enactment;
- (c) provide the name and address of the State government office to which BLM should send the payment;
- (d) distribute to its smaller units of general local government within 30 days of receiving the payment; and
- (e) not reduce the payment made to smaller units of general local government to pay the cost of State legislation which reallocates or redistributes payments.

§ 1881.53 What is BLM's procedure on PILT payments to a State that enacts distribution legislation?

The BLM would:

- (a) Notify the State that a single payment will be disbursed to the designated State government office beginning with the Federal fiscal year following the fiscal year in which the State enacted legislation; and
- (b) Provide the State with appropriate information that identifies the entitlement lands data on which BLM bases the payment.

§ 1881.54 What happens if a State repeals or amends distribution legislation?

- (a) The State must immediately notify the BLM in writing that it has repealed or amended the legislation and furnish BLM with a copy of the new law.
 - (b) The BLM must:
- (1) Determine if the State's process complies with 31 U.S.C. 6907. If BLM determines that it does not, we must notify the designated State government office that BLM will disburse payment directly to eligible units of general local government; and
- (2) Start the payments with the Federal fiscal year in which the BLM receives a copy of the State's amendatory legislation. If BLM receives a copy of the legislation after July 1, payments made directly to eligible units of general local government will not begin until the next Federal fiscal year.

§ 1881.55 Can a unit of general local government protest the results of payment computations?

Any affected unit of general local government may file a protest with the RIM

§1881.56 How does a unit of general local government file a protest?

The protesting unit of general local government must:

- (a) Submit evidence to indicate the possibility of error(s) in the computations or the data on which BLM bases the computations; and
- (b) File the protest by the first business day of the calendar year following